

FISCAL NOTE

HB 1420 - SB 1730

April 2, 2003

SUMMARY OF BILL: Expands the vehicle sales tax exemption for members of uniformed service. Presently, only members stationed at certain locations can receive the exemption. Under this bill, any vehicle sold in the state and purchased by a Tennessee resident who is a member or retiree of a uniformed service and who registers the vehicle in this state would be eligible.

ESTIMATED FISCAL IMPACT:

Decrease State Revenues - Exceeds \$10,000,000

Decrease Local Govt. Revenues - Exceeds \$1,000,000

Estimate assumes approximately 93,600 people would be eligible for this exemption. Currently, there are approximately 24,000 individuals who could qualify for the exemption. Therefore, there would be approximately 69,600 more people qualifying for the exemption.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director